

DEPARTMENT OF THE AIR FORCE
HEADQUARTERS UNITED STATES AIR FORCE
WASHINGTON 25, D.C.



REPLY TO
ATTN OF:

SUBJECT:

TO:

OSA-5309-64
#1413

REPLY TO:
Auditor General Representative (APL)
P. O. Box 8155
S. W. Station
Washington, D. C.

24 November 1964

SUBJECT: Report on Review of Proposed Rates
Lockheed Aircraft Corporation
(Lockheed-California Company)
Burbank, California
Contracts No. SP-1922, SP-1923, JET-250,
DK-3559, and CT-22
Period: 29 June 1964 through 27 December 1964

TO : Contracting Officer

REF : Audit Liaison Office 10 Nov 64 Document No. 1388

1. A review has been made of the contractor's records to determine the reasonableness of the proposed billing rates.

2. The average direct labor rates proposed in the various classifications were verified by the auditor based on direct labor incurred on the contracts during selected periods. The overhead and G&A rates used were those negotiated on 15 October 1964 for use on rate contracts for the period 29 June 1964 to 27 December 1964.

3. The proposed billing rates are recommended for acceptance, subject to the Contracting Officer's approval of the proposed profit rates.

William F. Edwards

WILLIAM F. EDWARDS
Auditor General Representative (APL)

USAF review completed